



Major Economic News

- Saudi Arabia's Ministry of Human Resources and Social Development launched the 'updated Nitaqat' program, in line with the labor market strategy that aims to enhance market efficiency and provide new attractive jobs for nationals. The updated program will provide more than 340,000 jobs by FY24. (Source: Argaam)

Major Corporate News

- Fawaz Abdulaziz Alhokair Co. signed two new franchise agreements with Alo Yoga and Flying Tiger Copenhagen. The agreements are in line with the company's strategy to transform into a lifestyle destination by diversifying and expanding its retail portfolio into new categories. (Source: Tadawul)
- Tihama Advertising and Public Relations Co.'s subsidiary, Integrated Production Co. for Audiovisual Media Production, signed a contract with a government entity to produce documentary films. Contract value exceeds 5% of the company's total revenue. (Source: Argaam)
- Maaden announced that the ammonia plant of Maaden Phosphate Co. encountered a technical deficiency in one of its parts on May 20, 2021. This resulted in a limited fire that was fully controlled. The management decided for an unscheduled shutdown of the plant as a precautionary measurement. (Source: Argaam)

Market Analysis

- The Saudi Stock Exchange remained flat at 10,343.9 on Sunday. The value traded stood at SAR 10.2bn (up 20.4% over previous day), while the advance-decline ratio stood at 115/77. The parallel market index increased 1.5% to 24,557.2 points. The value traded stood at SAR 55.8mn (down 25.8% over previous day). Most sectors in the main market ended in the green. Pharma & Bio Tech and Consumer Durables (up 3.9% and 2.8%, respectively) advanced the most; Software & Services and Commercial Service (down 2.0% and 0.7%, respectively) led the laggards.

Earnings update (Net Profit) (SAR mn)

Company	Q1-21	Q1-20	Y/Y %	Q4-20	Q/Q %
Al-Babtain	15.5	14.2	9.2	28.3	-45.2
Wafrah	-0.2	1.3	NM	-10.3	NM
Alakaria	-4.6	-2.9	NM	-125.1	NM
Alkhaleej Training	-7.6	4.4	NM	-4.8	NM
GACO	0.0	0.7	NM	-5.9	NM
Al-Baha	-1.0	0.4	NM	-30.8	NM
Kingdom Holding Co.	91.1	-50.1	NM	-97.2	NM

Top Gainers

Company	Price	Change%
SHAKER	24.52	10.0
ASTRA INDUSTRIAL	39.90	9.9
ALABDULLATIF	28.85	9.9
MALATH INSURANCE	28.40	9.7
ASEER	26.30	7.7

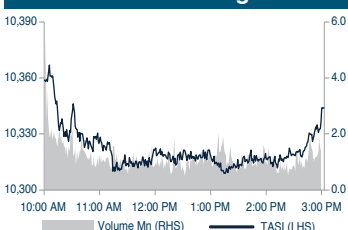
Top Losers

Company	Price	Change%
WAFRAH	189.60	-6.6
AWPT	118.20	-5.4
ALJAZIRA REIT	29.35	-3.1
PETRO RABIGH	21.50	-2.7
AMIANIT	28.75	-2.5

Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	10,344	10,368	10,308	0.0	19.0
NomuC	24,557	24,584	24,131	1.5	(6.4)

TASI movement during session



TASI Ratios

P/E* (x)	37.0
Price-to-Book (x)	2.4
Dividend Yield (%)	3.5
Return on Equity (%)	12.9

Source: Argaam
* Excluding Aramco

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,550	(0.0)	3.0	39.3
Materials	7,055	0.2	22.8	High
Capital Goods	8,579	1.1	31.2	Neg
Commercial Service	4,398	1.4	8.3	Neg
Transportation	5,918	(0.2)	22.2	Neg
Consumer Durables	7,228	2.8	26.3	Neg
Consumer Services	4,728	(0.7)	10.8	Neg
Media	12,804	(0.6)	25.3	47.5
Retailing	10,322	2.3	20.6	Neg
Food & Staples	10,938	0.5	3.8	29.5
Food & Beverages	5,670	(0.4)	3.8	30.7
Healthcare	7,398	1.1	30.9	43.9
Pharma & Bio Tech	5,963	3.9	15.3	49.5
Banks	9,600	(0.5)	26.5	26.1
Diversified Financials	6,705	2.3	45.9	Neg
Insurance	6,146	1.4	2.0	26.7
Telecom	7,831	(0.2)	13.5	23.2
Utilities	5,267	(0.6)	14.3	32.3
REITs	4,807	(0.6)	12.2	High
Real Estate	3,493	1.3	15.7	Neg
Software & Services	18,173	(2.0)	29.0	49.1

**Neg: Negative

Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
10,375	10,323	10,292	7.44

Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	10.2	356.7	415.4
Previous week	32.1	1,176.9	1,352.5

Top Weighted Companies

Company	Price	Change%
Al Rajhi	100.60	-0.8
Saudi Aramco	35.45	0.0
NCB	53.90	-0.7
SABIC	120.80	-0.2
STC	121.00	-0.2



REGIONAL AND INTERNATIONAL MARKETS

- Among other regional markets, Dubai and Abu Dhabi increased 1.3% and 0.4%, respectively. Egypt rose 0.7%, while Oman, Qatar and Kuwait declined 0.5%, 0.4% and 0.1%, respectively. Meanwhile, Bahrain remained flat.
- US industrial production rose 0.7% M/M in April (consensus: an increase of 2.4%) compared to an upwardly revised 2.4% growth in March. Recovery in utilities output, which increased by 2.6% in April after plunging by 9.0% in March led the growth in industrial production. (Source: RTT News)
- US retail sales remained unchanged in April (consensus: 1.0% growth) after surging by an upwardly revised 10.7% in March. Increase in sales by motor vehicles and parts dealers was offset by decreases in sales in other segments. (Source: RTT News)
- Retail sales jumped 9.2% M/M (consensus: a rise of 4.5%) in April compared to 5.1% increase in March. Sales volume, excluding auto fuel, grew 9.0% versus 4.6% increase in March. (Source: RTT News)
- Eurozone composite PMI rose to 56.9 (consensus: 55.1) in May compared to 53.8 in the previous month. Manufacturing PMI dropped to 62.8 (consensus: 62.5) from 62.9 in April, services PMI rose to 55.1 (consensus: 52.3) versus 50.5 in April. (Source: RTT News)

Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	90.0	0.0	-1.4	0.1
Euro	1.22	0.0	1.3	-0.3
Japanese Yen	108.9	0.0	-0.3	5.5
Sterling Pound	1.41	0.0	2.4	3.5
Chinese Yuan	6.43	0.0	-0.6	-1.4
Indian Rupee	72.8	0.0	-1.7	-0.3
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.30	0.0	-0.2	-1.1
Omani Rial	0.38	-0.1	0.0	0.0
Bahraini Dinar	0.38	-0.1	0.0	0.0
Egyptian Pound	15.61	-0.1	0.0	-0.5

Corporate Calendar

Date	Company	Event
24 th May	Savola Group	Cash Dividend Distribution
24 th May	STC	Cash Dividend Distribution
24 th May	ANAAM HOLDING	OGM
25 th May	Amlak	OGM
25 th May	Sipchem	EGM
25 th May	Dallah Health	OGM

*EGM: Extra Ordinary Meeting

*OGM: Ordinary General Meeting

Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,787	1.3	7.0	11.8	20.7
Abu Dhabi (ADX)	6,546	0.4	8.3	29.7	17.6
Kuwait (KSE)	5,246	-0.1	2.3	15.2	14.1
Qatar (QE)	10,653	-0.4	-2.4	2.1	17.9
Oman (MSM)	3,849	-0.5	2.3	5.2	10.1
Bahrain (BSE)	1,537	0.0	3.5	3.2	9.1
Egypt (EGX30)	10,812	0.7	3.2	-0.3	8.7

International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	34,208	0.0	1.0	11.8	22.5
Nasdaq	13,471	0.0	-3.5	4.5	31.9
S&P 500	4,156	0.0	-0.6	10.6	27.5
FTSE 100	7,018	0.0	0.7	8.6	18.0
Germany DAX 30	15,438	0.0	2.0	12.5	18.7
France CAC 40	6,386	0.0	1.9	15.0	45.7
Japan Nikkei 225	28,318	0.0	-1.7	3.2	16.8
Russia MOEX	3,660	0.0	3.3	11.3	13.6
Hong Kong Hang Seng	28,458	0.0	-0.9	4.5	14.1
South Korea KOSPI	3,156	0.0	0.3	9.8	20.2
China Shanghai Composite	3,487	0.0	1.2	0.4	12.7
Australia ASX 200	7,030	0.0	0.1	6.7	21.6
India Sensex	50,540	0.0	3.6	5.8	28.7
MSCI EM	1,330	0.0	-1.3	3.0	19.6
MSCI World	2,943	0.0	0.1	9.4	29.4

Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	65.3	0.0	-1.2	30.8
Brent Crude (\$/bbl)	66.4	0.0	-1.2	28.3
Texas crude (\$/bbl)	63.6	0.0	0.0	31.0
Natural Gas (\$/mmbtu)	2.91	0.0	-0.9	14.5
Gold (\$/oz)	1,881	0.0	6.3	-0.9
Silver (\$/oz)	27.5	0.0	6.3	4.4
Steel (\$/ton)	1,512	0.0	0.5	50.4
Iron Ore (CNY/MT)	1,211	0.0	-2.0	12.2
Wheat (\$/bu)	674	0.0	-9.2	5.3
Corn (\$/bu)	660	0.0	-10.9	36.3
Sugar (\$/lb)	16.7	0.0	-4.4	7.6
SMP* (EUR/MT)	2,600	0.0	1.2	16.9

*SMP: Skimmed Milk Powder

Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.150	0.0	-2.6	-8.8
Saudi Arabia(SAIBOR)	0.791	0.0	-0.4	-2.6
UAE (EIBOR)	0.331	-1.5	-2.5	-18.2
Qatar (QIBOR)	1.068	-10.3	-2.3	-5.3
Bahrain (BHIBOR)	1.433	0.0	10.8	-81.7

Data Sources: Tadawul, Bloomberg, Reuters

*Three-month Interbank rate **NA: Not Available

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1. **Overweight:** This rating implies that the stock is currently trading at a discount to its 12 months price target. Stocks rated "Overweight" will typically provide an upside potential of over 10% from the current price levels over next twelve months.
2. **Underweight:** This rating implies that the stock is currently trading at a premium to its 12 months price target. Stocks rated "Underweight" would typically decline by over 10% from the current price levels over next twelve months.
3. **Neutral:** The rating implies that the stock is trading in the proximate range of its 12 months price target. Stocks rated "Neutral" is expected to stagnate within +/- 10% range from the current price levels over next twelve months.
4. **Suspension of rating or rating on hold (SR/RH):** This basically implies suspension of a rating pending further analysis of a material change in the fundamentals of the company.

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